GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:1946
ANSWERED ON:09.03.2001
REVIVAL OF CEMENT FACTORY AT NAYAGAON
LAXMINARAYAN PANDEY

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the cement unit of Cement Corporation of India Limited locatedat Nayagaon in Neemach district of Madhya Pradesh is closed for a long time;

(b) if so, the details thereof, alongwith the reasons therefore;

(c) whether the officers/employees of this factory are being paid salaries regularly; and

(d) if so, the time by which this cement factory is likely to be revived and the details of the action being taken by the Government in this regard?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) & (b): Operations in Nayagaon unit of CCI have remained suspended fromJune, 1997 due to various reasons including disconnection of power supply by M.P.S.E.B. on account of non-payment of electricity charges.

(c): CCI has been facing acute liquidity problems which has led to delay inpayment of salary/wages to the employees. Government have been providing non-plan support to the company, to the extent possible, for payment of salary/wages. Salary/wages have been paid to the employees upto October, 2000.The primary responsibility of payment of wages rests with the Company.

(d) CCI is under reference to BIFR and has been declared sickBIFR, aquasi-judicial body, has been exploring the feasibility of revival of the Company.